

Message Text

CONFIDENTIAL

PAGE 01 COPENH 00997 111759 Z

71

ACTION EUR-25

INFO OCT-01 ADP-00 EA-11 SS-15 NSC-10 AID-20 CEA-02

CIAE-00 COME-00 EB-11 FRB-02 INR-10 NSAE-00 RSC-01

CIEP-02 STR-08 TRSE-00 LAB-06 SIL-01 OMB-01 AGR-20

PA-03 PRS-01 USIA-12 RSR-01 /163 W

----- 038019

R 111555 Z MAY 73

FM AMEMBASSY COPENHAGEN

TO SECSTATE WASHDC 6908

INFO AMEMBASSY BONN

AMEMBASSY BRUSSELS

AMEMBASSY DUBLIN

AMEMBASSY LONDON

AMEMBASSY LUXEMBOURG

AMEMBASSY PARIS

AMEMBASSY ROME

AMEMBASSY THE HAGUE

USMISSION EC BRUSSELS UNN

AMEMBASSY OTTAWA

C O N F I D E N T I A L COPENHAGEN 0997

E. O. 11652: GDS

TAGS: DA, JA, OVIP (NORGAARD, IVAR)

SUBJECT: NORGAARD'S REACTION TO U. S. VISIT

REF: STATE 08738 7 (NOTAL)

SUMMARY: FONECONMIN NORGAARD LEFT WASHINGTON FEELING OPTIMISTIC ABOUT CHANCES FOR LIBERAL US TRADE BILL AND PROSPECTS FOR SUCCESSFUL

GATT NEGOTIATIONS. IN PREPARATION FOR HIS ASSUMPTION OF EC COUNCIL PRESIDENCY ON JUL 1, HE NOW PLANS TO CONCENTRATE ON RATIONALIZING EC PROCEDURES, FOR WHICH HE EXPECTS STRONG BRITISH SUPPORT, AND IN TAKING THE EDGE OFF US- EC ISSUES BY FINDING COMPROMISES WITHIN THE COUNCIL WHICH MIGHT SATISFY BOTH FRENCH AND US POSITIONS ON GATT NEGOTIATIONS. HE EMPHASIZED TO US THAT, SINCE
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 COPENH 00997 111759 Z

ONLY LOGICAL GOAL OF MTN CAN BE AN OVERALL BALANCING OF CONCESSIONS, DISCUSSION OF SECTORIAL BALANCING (E. G., IN AGRICULTURE) CAN ONLY RESULT IN USELESS PROCEDURAL BICKERING AND MUST BE AVOIDED.

NORGAARD WILL BE CONSULTING WITH BOTH COMMISSIONER SOAMES AND BRITISH MARKETS MINISTER DAVIES NEXT WEEK ON STRATEGY FOR HIS FORTHCOMING TERM AS EC COUNCIL PRESIDENT.
END SUMMARY.

1. IN CALL ON FONECONMIN NORGAARD ON ANOTHER SUBJECT MAY 10, EMBOFF AND I TOOK OCCASION TO ASK HIM HIS REACTION TO HIS RECENT VISIT TO WASHINGTON. HIS RESPONSE WAS THAT HE HAD BEEN MOST PLEASED WITH THE PREPARATIONS MADE FOR HIM AND THE TALKS HE HAD THERE. (HE REPEATED SOME OF THE POINTS IN STATE 087387 - NOTAL) IN GENERAL, HE SAID, WHAT STRUCK HIM MOST WAS THAT THE USG WAS ADOPTING FLEXIBLE POLICIES IN BOTH TRADE AND MONETARY FIELDS. HE HAD DISCOVERED IN HIS CONVERSATIONS THAT WE WERE PREPARED TO LISTEN TO COMPROMISE PROPOSALS, AND THIS WAS ALL TO THE GOOD. HE HAD ALSO DISCOVERED CERTAIN NUANCES OF DIFFERENCES WITHIN THE USG, BUT THESE HE DID NOT REGARD OF MAJOR IMPORTANCE. IN HIS CONVERSATIONS HE HAD BEEN IMPRESSED WITH THE FACT THAT USG AND EUROPEAN COMMISSION POSITIONS DID NOT SEEM FAR APART, WHICH AUGURED WELL FOR THE FUTURE.

2. HE SAID CHAIRMAN MILLS HAD TOLD HIM HE WOULD BE FINISHED WITH THE TRADE BILL BY THE END OF JULY AND HE THOUGHT IT WOULD GO THROUGH THE HOUSE WITHOUT SUBSTANTIAL MODIFICATION. NORGAARD SAID HE LEFT WASHINGTON FEELING OPTIMISTIC ABOUT CHANCES FOR A FAIRLY LIBERAL TRADE BILL.
ON THE OTHER HAND, IN OTTAWA, HE HAD FOUND THE CANADIANS RATHER PESSIMISTIC; THEY THOUGHT THE TRADE BILL WOULD INEVITABLY BE ALTERED IN THE DIRECTION OF PROTECTIONISM AS OPPOSED TO LIBERALIZATION.

3. NORGAARD SAID THAT NEXT MONDAY HE WOULD HAVE DINNER IN BRUSSELS WITH EC MEMBERS SOAMES AND GUNDELACH AT THEIR INVITATION TO COMPARE NOTES WITH SOAMES ON THEIR RESPECTIVE WASHINGTON VISITS AND TO DISCUSS HIS HANDLING OF THE COUNCIL'S PRESIDENCY AFTER JULY 1. HE WOULD THEN PROCEED TO LONDON FOR A MEETING WITH BRITISH/ MARKETS MINISTER JOHN DAVIES.
WITH DAVIES, HE PARTICULARLY WANTED TO DISCUSS A RATIONALIZATION
CONFIDENTIAL

CONFIDENTIAL

PAGE 03 COPENH 00997 111759 Z

OF EC PROCEDURES;
BOTH OF THEM WERE STILL APPALLED AT THE RECENT LUXEMBOURG MARATHON
OF THE AGRICULTURAL MINISTERS (WHICH NORGAARD HAD ATTENDED.).

4. ON AGRICULTURE, NORGAARD SAID HE WAS QUITE AWARE OF THE

OPPOSING AMERICAN AND FRENCH VIEWS. WHAT HE HAD IN MIND WAS TO SEE WHAT HE AS PRESIDENT OF THE COUNCIL COULD DO TO EFFECT A COMPROMISE IN REGARD TO THE FORTHCOMING GATT NEGOTIATIONS, WHICH WOULD AVOID A DIRECT CONFRONTATION BETWEEN AMERICA AND EUROPE. HE THOUGHT THAT ACONFRONTATION WOULD INEVITABLY RESULT IN THE OTHER EIGHT UNITING, ALBEIT RELUCTANTLY, BEHIND FRANCE. REGARDING THE GATT NEGOTIATIONS IN GENERAL, HE FELT THAT BOTH THE US AND EC SHOULD AVOID LABELING OF APPROACHES AS EITHER GLOBAL OR SECTORIAL, WHICH WOULD ONLY RESLUT IN UNFRUITFUL PROCEDURAL ARGUMENTS. PRAGMATICALLY, HE THOUGHT, RECIPROCITY CAN ONLY BE ACHIEVED BY AN OVERALL BALANCE SO THAT, FOR EXAMPLE, IT MAKES NO SENSE TO ARGUE THAT CONCESSIONS IN AGRICULTURE BE MET WITH COUNTER- CONCESSIONS ONLY IN AGRICULTURE, AS THE FRENCH WOULD PROBABLY WISH. BUT, HE FOUND DURING HIS WASHINGTON VISIT, EVEN IN AGRICULTURE SOME COMPROMISE WITH SECTORIAL BALANCING WOULD SEEM POSS-IBLE, WHEREBY THE US MIGHT GRANT GREATER EUROPEAN ACCESS IN DAIRY PRODUCTS IN RETURN FOR IMPROVED OPPORTUNITY FOR THE US TO SELL GRAINS AND SOYBEANS IN EUROPE.

5. COMMENT: IT SEEMS OBVIOUS THAT NORGAARD' S VISIT TO WASHINGTON WAS USEFUL BOTH TO HIM AND TO US. HE NOW FEELS THAT HE CAN COMPARE NOTES WITH MEN LIKE SOAMES AND DAVIES WHO HAVE ALSO VISITED THERE. THERE IS NO QUESTION THAT HE IS EAGERLY PREPARING HIMSELF FOR HIS COUNCIL PRESIDENCY. HE IS ON RECORD AS STATING THAT ONE OF HIS GOALS IS TO IMPROVE THE COUNCIL' S EFFICIENCY AND, FROM THIS PRESENT CONVERSATION, IT SEEMS CLEAR THAT HE WILL ALSO BE ACTIVELY ENGAGED IN TRYING TO WORK OUT ACCEPTABLE COMPROMISES SO AS TO MAKE A SUCCESS OF THE COMING GATT NEGOTIATIONS.
DUNNIGAN

CONFIDENTIAL
NMAFVVZCZ

*** Current Handling Restrictions *** n/a
*** Current Classification *** CONFIDENTIAL

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 11 MAY 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: boyleja
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973COPENH00997
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GDS
Errors: n/a
Film Number: n/a
From: COPENHAGEN
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19730542/aaaaixgk.tel
Line Count: 147
Locator: TEXT ON-LINE
Office: ACTION EUR
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators:
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 73 STATE 08738 7 (NOTAL)
Review Action: RELEASED, APPROVED
Review Authority: boyleja
Review Comment: n/a
Review Content Flags:
Review Date: 08 AUG 2001
Review Event:
Review Exemptions: n/a
Review History: RELEASED <08-Aug-2001 by kelleyw0>; APPROVED <15-Aug-2001 by boyleja>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: <DBA CORRECTED> mcm 980202
Subject: NORGAARD' S REACTION TO U. S. VISIT
TAGS: OVIP, DA, JA, (NORGAARD, IVAR)
To: BONN
BRUSSELS
DUBLIN
EUR
LONDON
LUXEMBOURG
PARIS

ROME

SECSTATE WASHDC

Type: TE

Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005